



General Assembly

January Session, 2011

Raised Bill No. 6364

LCO No. 3111

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Referred to Committee on Insurance and Real Estate

Introduced by:
(INS)

***AN ACT CONCERNING THE SUNSET DATE FOR PERSONAL RISK
INSURANCE RATE FILINGS AND LIMITING RATE INCREASES IN
CERTAIN CIRCUMSTANCES.***

Be it enacted by the Senate and House of Representatives in General
Assembly convened:

1 Section 1. Subsection (a) of section 38a-688a of the general statutes is
2 repealed and the following is substituted in lieu thereof (*Effective from*
3 *passage*):

4 (a) Notwithstanding the requirements of sections 38a-389 and 38a-
5 688 with respect to personal risk insurance with the exception of
6 residual market rates, and on and after July 1, 2006, and until July 1,
7 [2011] 2013, an insurer may file a rate with the Insurance
8 Commissioner pursuant to this section and such rate shall take effect
9 the date it is filed provided the rate provides for an overall state-wide
10 rate increase or decrease of not more than six per cent in the aggregate
11 for all coverages that are subject to the filing. The six per cent limit
12 shall not apply on an individual insured basis. Not more than one
13 filing may be made by an insurer pursuant to this section within any
14 twelve-month period unless the filing, when combined with one or
15 more filings made by the insurer within the preceding twelve months,

16 does not result in an overall state-wide increase or decrease of more
17 than six per cent in the aggregate for all coverages that are subject to
18 the filing.

19 Sec. 2. Subsection (b) of section 38a-688 of the general statutes is
20 amended by adding subdivision (6) as follows (*Effective October 1,*
21 *2011*):

22 (NEW) (6) Whenever an insurer discontinues accepting applications
23 for a line or subline of personal risk insurance in this state, such
24 insurer shall not file a rate increase for such line or subline of more
25 than six per cent.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	38a-688a(a)
Sec. 2	<i>October 1, 2011</i>	38a-688(b)

Statement of Purpose:

To extend the sunset date for personal risk insurance filings and prohibit an insurer that discontinues accepting applications for a line or subline of personal risk insurance in this state from filing a rate increase for such line or subline of more than six per cent.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]